

FISCAL NOTE

HB 3093 - SB 3244

February 16, 1998

SUMMARY OF BILL: Requires that the proceeds of any obligations incurred by or for the benefit of a county or metropolitan government for school capital outlay purposes shall be shared with municipal and special districts within the county or metropolitan government. The governing body of such municipality or special school district may waive its right to all or a part of any funds under this bill.

The county may elect to levy a tax for the payment of any obligation issued for school capital outlay purposes only upon that portion of the county which lies outside the territorial limits of the municipality or special school district. Proceeds from any obligation to be shared shall include, but are not limited to, bonds, notes and loan agreements and the payment of obligations resulting from leases, lease purchase agreements, sales contracts, and operating contracts for school capital outlay purposes. Proceeds are to be shared at the time of issuance of the debt or execution of a contract.

ESTIMATED FISCAL IMPACT:

Increase Local Govt. Expenditures - Exceeds \$100,000 / Permissive
Increase Local Govt. Revenues - Exceeds \$100,000 / Permissive

Assumes an increase in local government expenditures to the extent that counties choose to incur greater debt than would occur in the absence of the bill due to sharing proceeds of the debt with municipalities and special school districts.

Assumes an increase in local government revenues in those counties that elect to levy a tax for the payment of obligations issued for school capital outlay purposes as outlined in the bill. Such increase in revenues is estimated to exceed \$100,000.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

HB 3093 - SB 3244